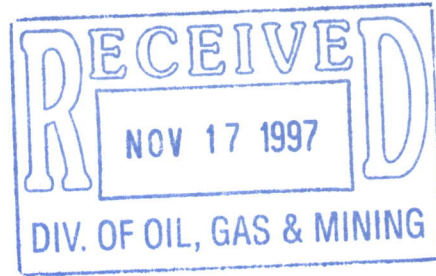


1019/030



Moab District
82 East Dogwood
Moab, Utah 84532

3802
(UT-060)

CERTIFIED MAIL-RETURN RECEIPT REQUESTED
Certified No. Z 382 128 350

Mr. Ron Pene
Pene Mining
P.O. Box 4017
Grand Junction, Colorado 81502

OCT 23 1997

Dear Mr. Pene:

We are in receipt of your augmented plan of reclamation dated October 12, 1997. A meeting was held on the claim group on October 20, 1997, to discuss the contents of the plan. As a result of your meeting with Bill Stringer the plan was modified to include reclamation of one additional area known as the Ray's Mesa site. The Ray's Mesa Site, located in the southwest quarter of the Pussycat No. 6 will be restored to its pre-existing conditions as documented by photographs taken before the additional disturbance.

Based on the information contained in your October 12 submission and your subsequent discussion with Bill Stringer on October 20, you may begin reclamation activities immediately so that the November 1, 1997 timeframe is met, weather permitting. Please notify Bill Stringer 24 hours prior to commencing the reclamation work.

If you have any questions call Bill Stringer at (801) 259-2185.

Sincerely,
/s/ Katherine

District Manager

BSTRINGER:sjj:typing_out/Reclamation.Plan2